

## Message Text

UNCLASSIFIED

PAGE 01 SEOUL 00294 140931Z

43

ACTION EA-14

INFO OCT-01 ISO-00 CIAE-00 DODE-00 PM-07 H-03 INR-10 L-03

NSAE-00 NSC-10 PA-04 RSC-01 PRS-01 SPC-03 SS-20

USIA-15 EB-11 COME-00 TRSE-00 SCEM-02 INT-08 SCI-06

DRC-01 /120 W

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R 140833Z JAN 74

FM AMEMBASSY SEOUL

TO SECSTATE WASHDC 2025

UNCLAS SEOUL 0294

E.O. 11652: NA

TAGS: EGEN, KS

SUBJ: GOVERNMENT ANNOUNCES NEW ECONOMIC MEASURES

1. ROKG ANNOUNCED JANUARY 14 THAT IN REACTION TO DOMESTIC AND WORLDWIDE INFLATION AND RESOURCE SHORTAGES A NUMBER OF TAX CHANGES AND OTHER MEASURES ARE BEING INTRODUCED TO ASSIST LOW INCOME GROUPS, CONSERVE RESOURCES AND PRODUCE A FISCAL SURPLUS. MAIN ELEMENTS ARE: ELIMINATION OR REDUCTION OF INCOME TAXES IN 1974 FOR LOW INCOME GROUPS, POSTPONEMENT FOR ONE YEAR OF INTRODUCTION OF SOCIAL SECURITY SCHEME, RETROACTIVE INCREASE IN RICE PRICE PAID TO FARMER, SPECIAL EMPLOYMENT FUND FOR NEEDY, LOW INTEREST LOANS TO SMALL BUSINESSES, HIGHER TAXES ON GASOLINE AND LUXURY GOODS, AND BUDGET ECONOMIES SUFFICIENT TO GENERATE 50 BILLION WON (6 PER CENT) SURPLUS.

2. DETAILS AND COMMENTS WILL FOLLOW IN SEPTELS.

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## Message Attributes

**Automatic Decaptoning:** X  
**Capture Date:** 01 JAN 1994  
**Channel Indicators:** n/a  
**Current Classification:** UNCLASSIFIED  
**Concepts:** ANTIINFLATIONARY PROGRAMS, INCOME TAXES, EXCISE TAXES, ECONOMIC PROGRAMS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 14 JAN 1974  
**Decaption Date:** 01 JAN 1960  
**Decaption Note:**  
**Disposition Action:** n/a  
**Disposition Approved on Date:**  
**Disposition Authority:** n/a  
**Disposition Case Number:** n/a  
**Disposition Comment:**  
**Disposition Date:** 01 JAN 1960  
**Disposition Event:**  
**Disposition History:** n/a  
**Disposition Reason:**  
**Disposition Remarks:**  
**Document Number:** 1974SEOUL00294  
**Document Source:** CORE  
**Document Unique ID:** 00  
**Drafter:** n/a  
**Enclosure:** n/a  
**Executive Order:** N/A  
**Errors:** N/A  
**Film Number:** n/a  
**From:** SEOUL  
**Handling Restrictions:** n/a  
**Image Path:**  
**ISecure:** 1  
**Legacy Key:** link1974/newtext/t19740143/aaaabosr.tel  
**Line Count:** 51  
**Locator:** TEXT ON-LINE  
**Office:** ACTION EA  
**Original Classification:** UNCLASSIFIED  
**Original Handling Restrictions:** n/a  
**Original Previous Classification:** n/a  
**Original Previous Handling Restrictions:** n/a  
**Page Count:** 1  
**Previous Channel Indicators:** n/a  
**Previous Classification:** n/a  
**Previous Handling Restrictions:** n/a  
**Reference:** n/a  
**Review Action:** RELEASED, APPROVED  
**Review Authority:** WorrelSW  
**Review Comment:** n/a  
**Review Content Flags:**  
**Review Date:** 04 OCT 2002  
**Review Event:**  
**Review Exemptions:** n/a  
**Review History:** RELEASED <04 OCT 2002 by cunninfx>; APPROVED <19-Nov-2002 by WorrelSW>  
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**Review Release Event:** n/a  
**Review Transfer Date:**  
**Review Withdrawn Fields:** n/a  
**Secure:** OPEN  
**Status:** NATIVE  
**Subject:** GOVERNMENT ANNOUNCES NEW ECONOMIC MEASURES  
**TAGS:** EGEN, KS  
**To:** STATE  
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